

HOUSE BILL No. 1355

DIGEST OF INTRODUCED BILL

Citations Affected: IC 20-20-36.3.

Synopsis: Circuit breaker property tax grants. Provides a grant to school corporations that have their transportation fund levies reduced by more than 40% because of the application of circuit breaker credits. Specifies that the amount of a grant is equal to the amount of circuit breaker credits granted against the school corporation's transportation fund levy for the year. Appropriates from the state general fund the amounts necessary to make the grants. Sunsets the law on July 1, 2021.

Effective: Upon passage.

Errington

January 12, 2017, read first time and referred to Committee on Ways and Means.



First Regular Session of the 120th General Assembly (2017)

PRINTING CODE. Amendments: Whenever an existing statute (or a section of the Indiana Constitution) is being amended, the text of the existing provision will appear in this style type, additions will appear in **this style type**, and deletions will appear in ~~this style type~~.

Additions: Whenever a new statutory provision is being enacted (or a new constitutional provision adopted), the text of the new provision will appear in **this style type**. Also, the word **NEW** will appear in that style type in the introductory clause of each SECTION that adds a new provision to the Indiana Code or the Indiana Constitution.

Conflict reconciliation: Text in a statute in *this style type* or ~~this style type~~ reconciles conflicts between statutes enacted by the 2016 Regular Session of the General Assembly.

HOUSE BILL No. 1355

A BILL FOR AN ACT to amend the Indiana Code concerning taxation and to make an appropriation.

Be it enacted by the General Assembly of the State of Indiana:

- 1 SECTION 1. IC 20-20-36.3 IS ADDED TO THE INDIANA CODE
- 2 AS A **NEW** CHAPTER TO READ AS FOLLOWS [EFFECTIVE
- 3 UPON PASSAGE]:
- 4 **Chapter 36.3. Transportation Fund Circuit Breaker**
- 5 **Replacement Grant**
- 6 **Sec. 1. As used in this chapter, "credit" refers to a credit**
- 7 **granted under IC 6-1.1-20.6.**
- 8 **Sec. 2. As used in this chapter, "eligible school corporation"**
- 9 **means a school corporation that is entitled to a grant as provided**
- 10 **in section 6 of this chapter.**
- 11 **Sec. 3. As used in this chapter, "grant" refers to a grant**
- 12 **distributed under this chapter.**
- 13 **Sec. 4. As used in this chapter, "school corporation" does not**
- 14 **include a charter school.**
- 15 **Sec. 5. The department shall administer the grant program**
- 16 **under this chapter.**
- 17 **Sec. 6. (a) A school corporation is entitled to a grant under this**



- 1 **chapter in a particular year if:**
2 **(1) for that year the school corporation's property tax levy for**
3 **its transportation fund is reduced, before the allocation of any**
4 **credits under IC 6-1.1-20.6-9.9, by more than forty percent**
5 **(40%) because of the application of credits granted against**
6 **the school corporation's levy; and**
7 **(2) the school corporation submits to the department an**
8 **application requesting the grant.**
9 **(b) The department, with the assistance of the department of**
10 **local government finance, shall each year determine which school**
11 **corporations are entitled to a grant under this chapter.**
12 **(c) The amount of a grant to be distributed to an eligible school**
13 **corporation for a particular year is equal to the amount of credits**
14 **granted against the eligible school corporation's levy for its**
15 **transportation fund for the year.**
16 **(d) After June 30 but before September 1 of each year, the**
17 **department shall distribute to an eligible school corporation the**
18 **grant to which the eligible school corporation is entitled under this**
19 **chapter for the year.**
20 **Sec. 7. The amount necessary to make grants under this chapter**
21 **is annually appropriated to the department from the state general**
22 **fund. The budget agency shall allot these amounts to the**
23 **department without any reduction.**
24 **Sec. 8. An eligible school corporation that receives a grant under**
25 **this chapter shall deposit the grant in its transportation fund.**
26 **Sec. 9. This chapter expires July 1, 2021.**
27 **SECTION 2. An emergency is declared for this act.**

